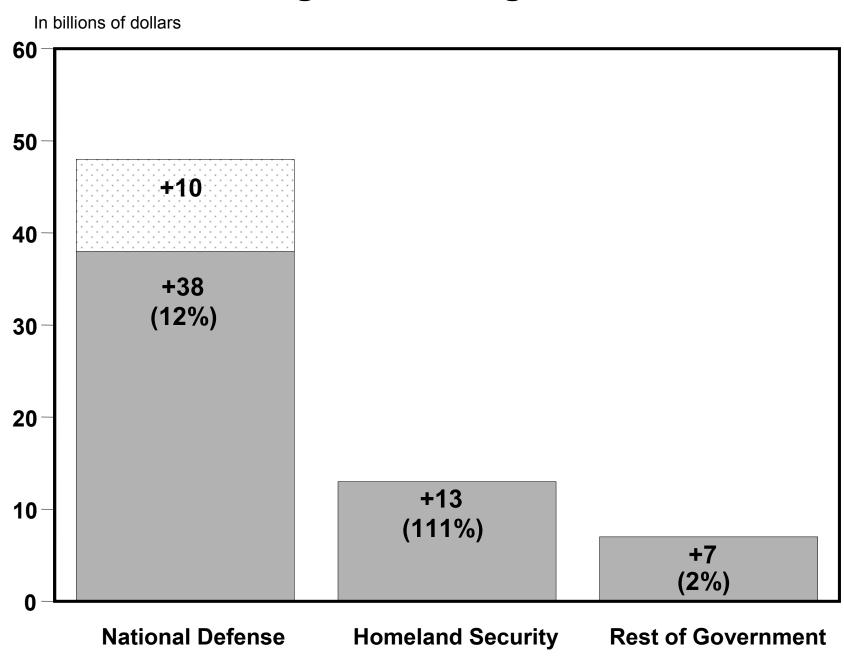
## SECURE AMERICA'S FUTURE

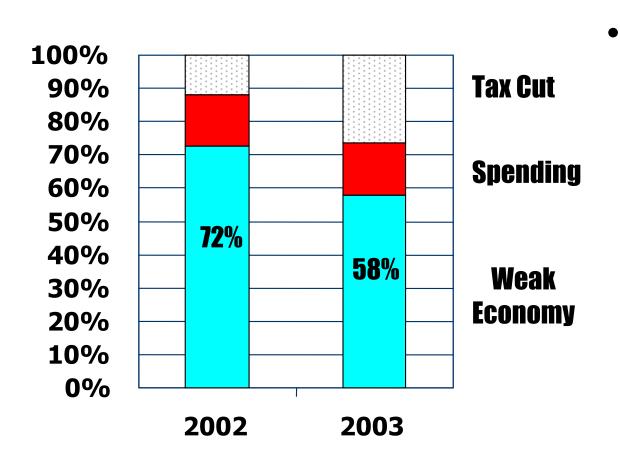
## **Budget Priorities**

**Win the War!** Fund Defense Priority **Double** *Homeland Security* Funding Stimulate the Economy and *Create Jobs* Fund America's Priorities First! **Hold** Down Government Spending **Modernize Medicare** with Drug Benefit BACK TO BALANCE as soon as possible!

#### Winning the War Against Terrorism



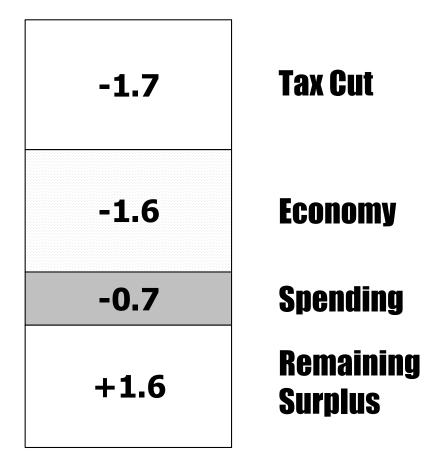
# Largest Cause of Deficits in 2002 and 2003 is the Economy!



The Economic downturn accounts for 72% & 58%, respectively, of the total 2002 and 2003 changes.

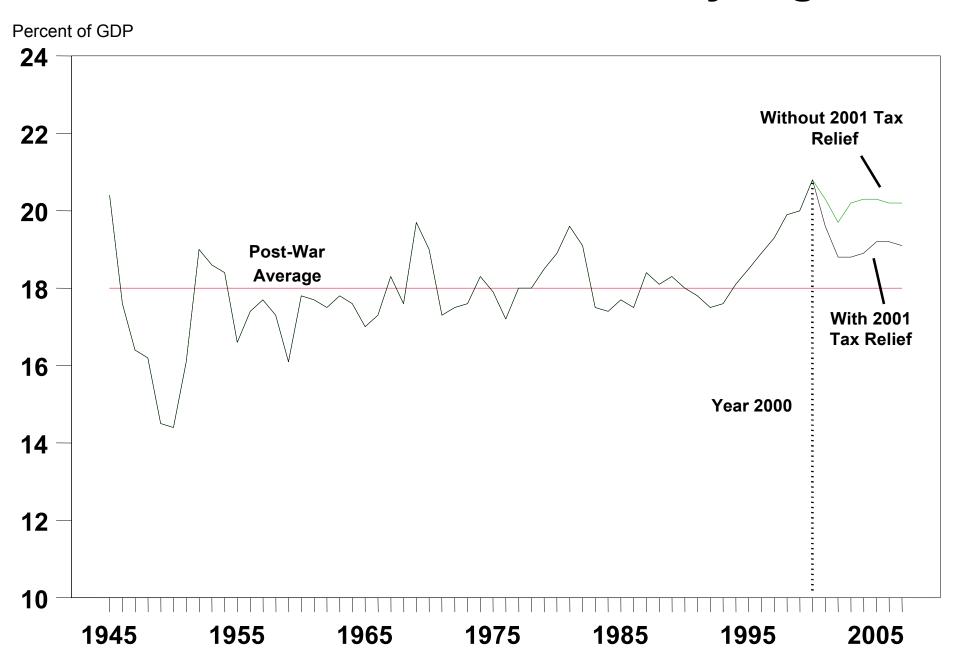
## **10 Year Surplus "Estimates" Drop Sharply**

From +\$5.6 Trillion Last January to +\$1.6 Trillion This January

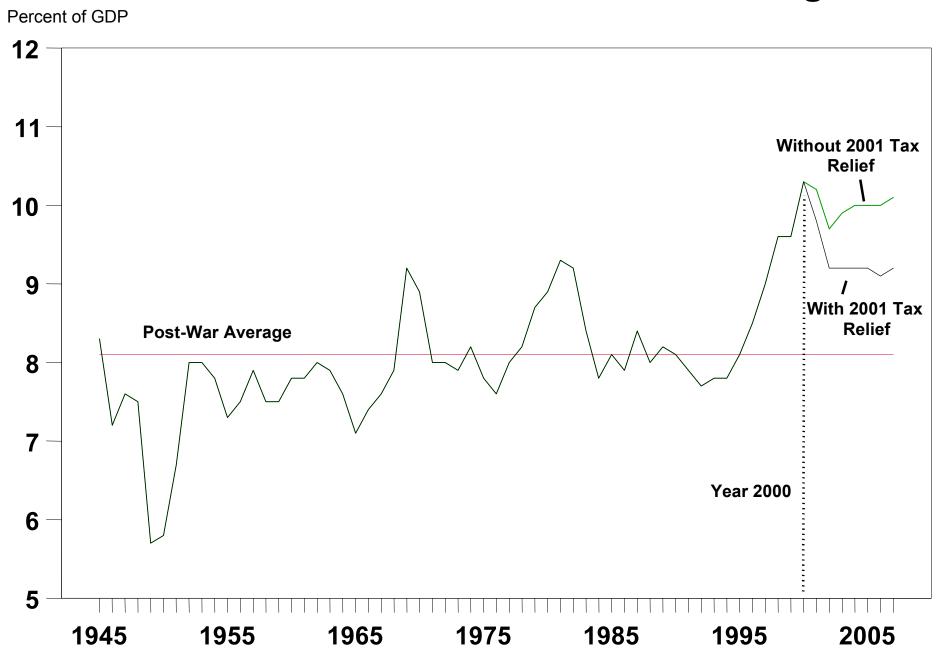


**2002-2011 Total (Trillions)** 

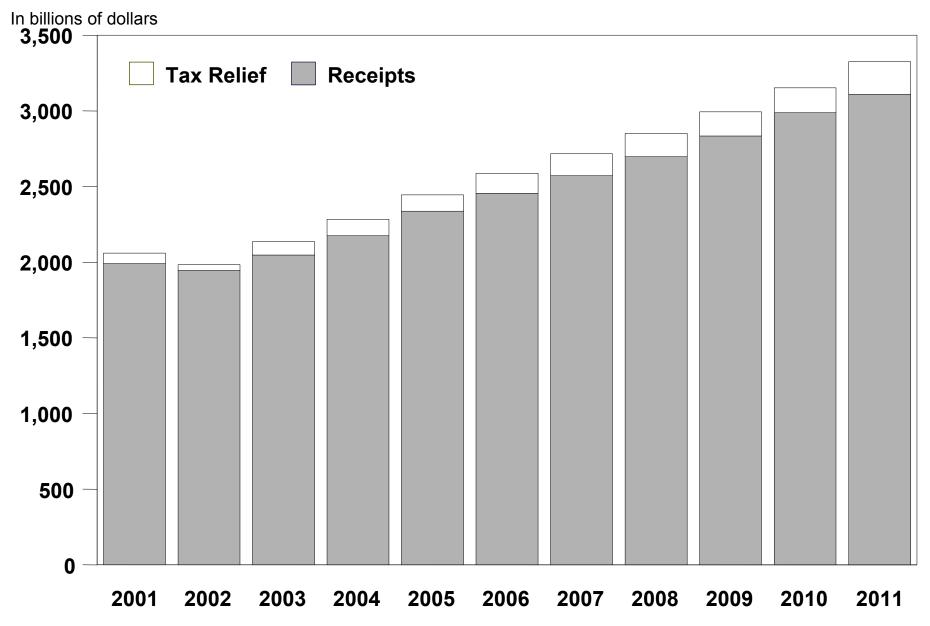
### Tax Take Remains Historically High



#### Individual Tax Take Still Near Record High

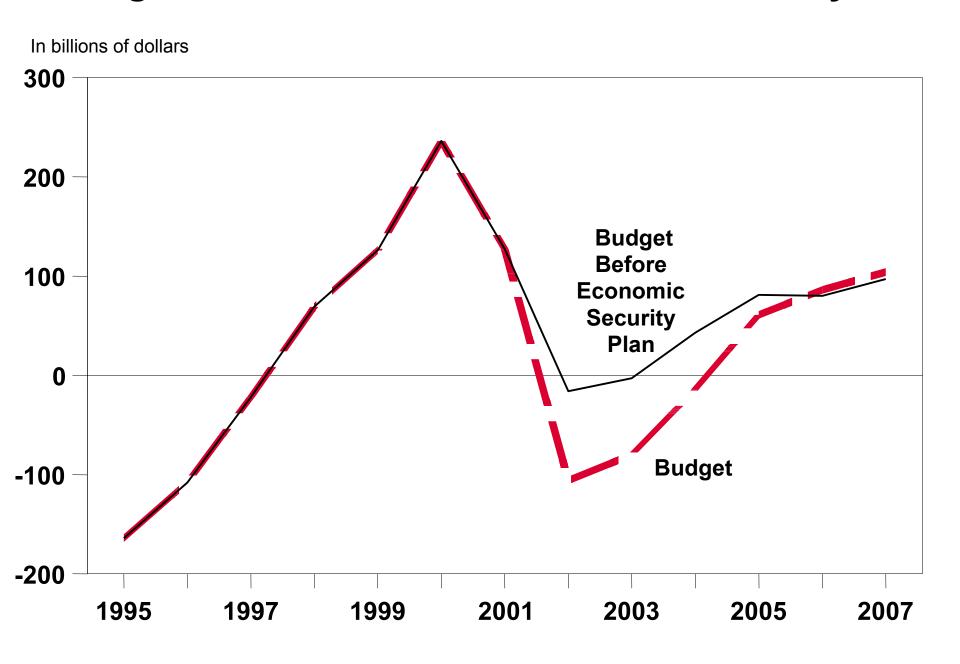


#### Revenues Grow by 55% Despite 2001 Tax Relief



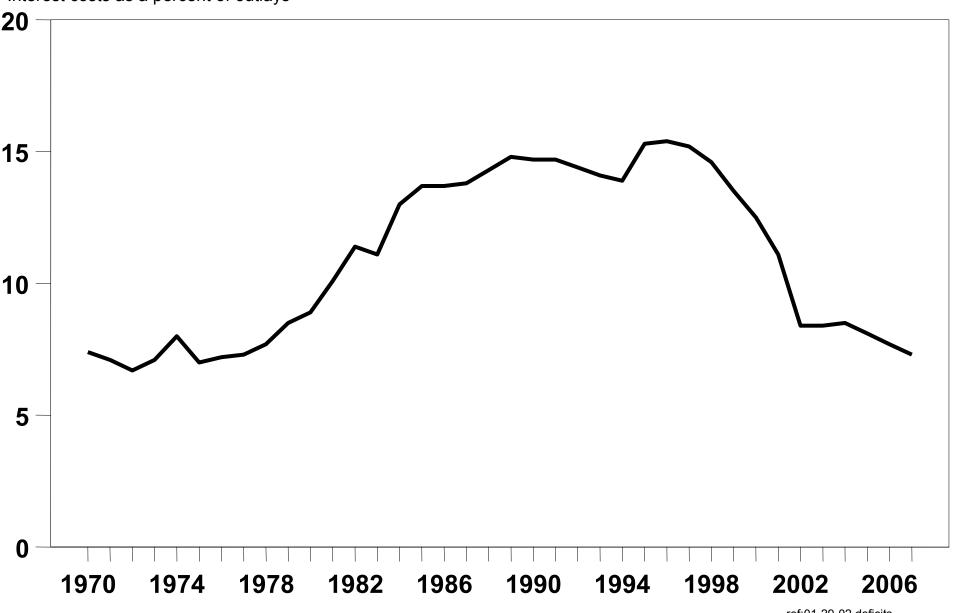
Note: Tax relief includes proposed extension of provisions beyond 2010.

#### **Budget in Balance Without Economic Security Plan**



#### **Government Debt Burden Continues to Fall**

Interest costs as a percent of outlays



ref:01-29-02.deficits

#### **Interest Rates At 40-Year Lows**

